

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

November 14, 1988

Fred Pool Drilling, Inc.
c/o Glisero Rodriguez
512 South Pine
Roswell, NM 88201

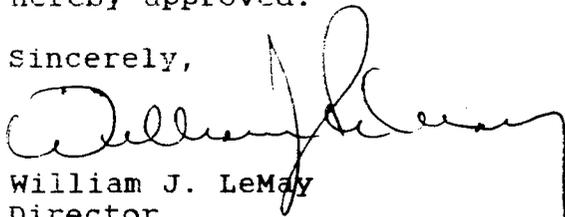
Administrative Order NSL-2602

Dear Mr. Rodriguez:

Reference is made to your application of October 21, 1988, on behalf of Fred Pool Drilling, Inc., for a non-standard gas well location for the Mustang Federal Well No. 1 to be located 747 feet from the North line and 990 feet from the West line (Unit D) of Section 33, Township 6 South, Range 27 East, NMPM, to test the Pennsylvanian (which includes the Undesignated Haystack Cisco Gas Pool) and the Montoya formations, Chaves County, New Mexico. The N/2 of said Section 33 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit.

By the authority granted me under the provisions of General Rule 104 F(I), the above-described unorthodox gas well location is hereby approved.

Sincerely,


William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Artesia
New Mexico Oil & Gas Engineering Committee - Hobbs
US Bureau of Land Management - Roswell